

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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July 8, 1999

TO:

Lowell P. Braxton, Director

THRU:

Mary Ann Wright, Associate Director, Mining

FROM:

D. Wayne Hedberg, Permit Supervisor, Minerals Reclamation Program

RE:

Request for Approval of Form and Amount of Replacement Surety, ECDC

Environmental L.C., ECDC Clay Mine, M/015/062, Emery County, Utah

On May 13, 1999, we received notification from United Pacific Insurance Company that they were going to cancel ECDC Environmental L.C.'s surety for the ECDC Clay Mine. We notified the operator and informed them that they must replace the surety or we would have to forfeit the existing surety before the cancellation date. On June 28, 1999, the Division received the replacement surety from ECDC. The new surety is issued by National Fire Insurance Company #9

In 1998, ECDC placed surety for this mining project with United Pacific Insurance Company. As this amount was estimated for year 2003 dollars, the Division did not change the dollar amount at the time of this replacement.

These forms have been checked by Tom Mitchell of the AAG's office for correctness and completeness. If you are in agreement, please sign and date the reclamation contract and surety bond forms. We will then forward copies of the newly executed documents along with the older existing documents to ECDC for their disposal.

Thank you for your time and consideration of this approval request.

jb m15-62.mem